ABSTRACT

This research was carried out by taking deeper action in analyzing, evaluating, and researching a problem formulation. There are several variables that can affect tax avoidance consisting corporate characteristics and social responsibility because an entity can minimize payments to the state through flaws in the existing rules. Company characteristics consist of company size, leverage, profitability, capital intensity, inventory intensity, and type of auditor.

Various types of companies on the Indonesia Stock Exchange (IDX) during 2014 to 2018 are used as research object. Purposive sampling was the procedure chosen in conducting data collection. The total sample of this study was 355 companies which equates to 1775 data.

This study provides the results of a significant negative effect between company size and tax avoidance Effective Tax Rate 1, leverage with tax avoidance Effective Tax Rate 1 and Effective Tax Rate 2, positive significant between capital intensity and tax avoidance Effective Tax Rate 1, profitability with tax avoidance Effective Tax Rate 2. There are several variables effecting tax avoidance Effective Tax Rate 1 and Effective Tax Rate 2, namely inventory intensity, auditor type, and social responsibility. In addition, Effective Tax Rate 1 also has no effect on profitability variables, and Effective Tax Rate 2 does not have effect on firm size and capital intensity variables.

Keywords: Corporate Characteristics, Social Responsibility, Tax Avoidance